

TOWNSHIP OF ANTRIM  
(SHIAWASSEE COUNTY)

FINANCIAL STATEMENTS

MARCH 31, 2006

## Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input checked="" type="checkbox"/> Twp <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Unit Name <b>ANTRIM TOWNSHIP</b>	County <b>SHIAWASSEE</b>
Fiscal Year End <b>03/31/06</b>	Opinion Date <b>08/01/06</b>	Date Audit Report Submitted to State	

We affirm that:

We are certified public accountants licensed to practice in Michigan.

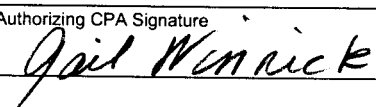
We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

YES NO **Check each applicable box below.** (See instructions for further detail.)

1. ☒ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2. ☒ ☐ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3. ☒ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4. ☒ ☐ The local unit has adopted a budget for all required funds.
5. ☒ ☐ A public hearing on the budget was held in accordance with State statute.
6. ☒ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7. ☒ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8. ☒ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
9. ☒ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
10. ☒ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11. ☐ ☒ The local unit is free of repeated comments from previous years.
12. ☐ ☒ The audit opinion is UNQUALIFIED.
13. ☐ ☒ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14. ☒ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
15. ☒ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

<b>We have enclosed the following:</b>	Enclosed	Not Required (enter a brief justification)		
Financial Statements	<input checked="" type="checkbox"/>			
The letter of Comments and Recommendations	<input checked="" type="checkbox"/>			
Other (Describe)	<input type="checkbox"/>			
Certified Public Accountant (Firm Name) <b>DEMIS &amp; WENZLICK, P.C.</b>		Telephone Number <b>989-723-8227</b>		
Street Address <b>217 N WASHINGTON, SUITE 201</b>		City <b>OWOSSO</b>	State <b>MI</b>	Zip <b>48867</b>
Authorizing CPA Signature 		Printed Name <b>GAIL WINNICK</b>		License Number

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# DEMIS and WENZLICK, P.C.

*Certified Public Accountants*

217 N. Washington Street  
Pabst Building, Suite 201  
Owosso, MI 48867

989-723-8227 • FAX 989-725-5143  
E-MAIL office@dw-cpa.com

James Demis, Jr., C.P.A.  
LaVearn G. Wenzlick, C.P.A.  
Lori S. Chant, C.P.A.  
Geraldine Terry, C.P.A.

Carol A. Demis  
Jeanette Gaitskill  
Greg Irish  
Janis K. Mead  
Tammy Pappas  
David Pullen  
Peggy Ryan  
Joyce M. Simmons  
Barbara Wenzlick  
Gail Winnick, C.P.A.

## INDEPENDENT AUDITOR'S REPORT

Members of the Township Board  
Antrim Township  
Shiawassee County, Michigan

We have audited the accompanying general-purpose financial statements of Antrim Township, Michigan, as of and for the year ended March 31, 2006. These general-purpose financial statements are the responsibility of Antrim Township Michigan's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Management has not presented government-wide financial statements to display the financial position and changes in financial position of its governmental activities and business-type activities as required by the Governmental Accounting Standards Board (GASB 34). Accounting principles generally accepted in the United States of America require the presentation of government-wide financial statements. GASB 34 requires management's discussion and analysis which also has not been prepared.

In our opinion, except for the non-application of GASB 34, the general purpose financial statements referred to above present fairly in all material respects, the financial position of Antrim Township, Michigan, as of March 31, 2006, in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of Antrim Township. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general-purpose financial statements taken as a whole.

Our report of comments and recommendations has been submitted under date of August 1, 2006.

*Dennis and Wenzel, PC*

Certified Public Accountants

Owosso, Michigan  
August 1, 2006

ANTRIM TOWNSHIP  
COMBINED BALANCE SHEET  
ALL FUND TYPES AND ACCOUNT GROUPS  
MARCH 31, 2006

	<u>GOVERNMENTAL FUND TYPES</u>		<u>FIDUCIARY FUND TYPE</u>	<u>ACCOUNT GROUP</u>
	<u>GENERAL</u>	<u>SPECIAL REVENUE</u>	<u>TRUST AND AGENCY</u>	<u>GENERAL FIXED ASSETS</u>
ASSETS:				
Cash in Bank	\$62,090	\$49,178	\$ 6,707	\$
Money Market		15,523		
Taxes Receivable	6,062	9,511		
Due from Other Funds	6,707			
Fixed Assets				<u>219,472</u>
TOTAL ASSETS	<u>\$74,859</u>	<u>\$74,212</u>	<u>\$ 6,707</u>	<u>\$219,472</u>
LIABILITIES:				
Accounts Payable	\$ 6,806	\$	\$	\$
Payroll Liab.	1,138			
Due to Other Funds	<u>-0-</u>	<u>          </u>	<u>6,707</u>	<u>          </u>
TOTAL LIABILITIES	\$ 7,944	\$ -0-	\$ 6,707	\$ -0-
FUND EQUITY:				
Investment in General Fixed Assets	\$ -0-	\$ -0-	\$ -0-	\$219,472
Fund Balance	<u>66,915</u>	<u>74,212</u>	<u>-0-</u>	<u>-0-</u>
TOTAL FUND EQUITY	<u>\$66,915</u>	<u>\$74,212</u>	<u>\$ -0-</u>	<u>\$219,472</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$74,859</u>	<u>\$74,212</u>	<u>\$ 6,707</u>	<u>\$219,472</u>

The accompanying notes are an integral part of the financial statements.

ANTRIM TOWNSHIP  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES  
YEAR ENDED MARCH 31, 2006

GOVERNMENTAL FUND TYPES

	<u>GENERAL</u>	<u>SPECIAL REVENUE</u>
REVENUES:		
Taxes	\$ 69,731	\$ 96,743
Intergovernmental	142,435	-0-
Miscellaneous	<u>5,523</u>	<u>360</u>
TOTAL REVENUES	\$217,689	\$ 97,103
EXPENDITURES:		
Township Board	\$ 12,153	\$
Supervisor	12,127	
Election	14	
Clerk	14,363	
Board of Review	539	
Treasurer	19,922	
Township Hall	5,328	
Assessor	16,119	
Planning	700	
Fire Protection Service		59,037
Cemetery	5,628	
Public Programs	2,562	
Ambulance Services		37,285
Roads	109,747	
Insurance	5,078	
Drains at Large	<u>2,689</u>	
TOTAL EXPENDITURES	\$206,969	\$ <u>96,322</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ 10,720	\$ 781
OTHER FINANCING SOURCES (USES):		
Transfer In	\$ -0-	\$ -0-
Transfer Out	<u>-0-</u>	<u>-0-</u>
TOTAL OTHER FINANCING SOURCES (USES)	\$ <u>-0-</u>	\$ <u>-0-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES & OTHER FINANCING USES	\$ 10,720	\$ 781
Fund Balance at 4-1-05	<u>56,195</u>	<u>73,431</u>
FUND BALANCE 3-31-06	\$ <u>66,915</u>	\$ <u>74,212</u>



ANTRIM TOWNSHIP  
COMBINED STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
ALL GOVERNMENTAL FUND TYPES  
YEAR ENDED MARCH 31, 2006

	<u>GENERAL FUND</u>			<u>SPECIAL REVENUE FUND TYPES</u>		
			ACTUAL (OVER) UNDER			ACTUAL (OVER) UNDER
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>
REVENUES:						
Property Taxes	\$ 65,733	\$ 69,731	\$ (3,998)	\$ 96,208	\$ 96,743	\$ (535)
State Shared Rev.	131,500	142,435	(10,935)			
Misc.	<u>4,798</u>	<u>5,523</u>	<u>(725)</u>		<u>360</u>	<u>(360)</u>
TOTAL REVENUES	\$202,031	\$217,689	\$ (15,658)	\$ 96,208	\$ 97,103	\$ (895)
EXPENDITURES:						
Twp. Board	\$ 16,000	\$ 12,153	\$ 3,847	\$	\$	\$
Supervisor	12,700	12,127	573			
Assessor	14,000	16,119	(2,119)			
Clerk	14,000	14,363	(363)			
Board of Review	600	539	61			
Treasurer	22,000	19,922	2,078			
Twp. Hall	8,000	5,328	2,672			
Planning Comm.	1,000	700	300			
Cemetery	7,500	5,628	1,872			
Insurance	7,000	5,078	1,922			
Drains at Large	3,000	2,689	311			
Roads	112,000	109,747	2,253			
Public Programs	2,050	2,562	(512)			
Elections	1,500	14	1,486			
Contingency	26,488		26,488			
Legal	1,500		1,500			
Fire Protection	-0-	-0-	-0-	59,037	59,037	
Ambulance Serv.	-0-	-0-	-0-	<u>38,670</u>	<u>37,285</u>	<u>1,385</u>
TOTAL EXPENDITURES	\$249,338	\$206,969	\$ 42,369	\$ 97,707	\$ 96,322	\$ 1,385
EXCESS OF REVENUES OVER (UNDER)						
EXPENDITURES	\$ (47,307)	\$ 10,720	\$ (58,027)	\$ (1,499)	\$ 781	\$ (2,280)
OTHER FINANCING SOURCES (USES):						
Transfer In	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Transfer Out	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
TOTAL OTHER FINANCING SOURCES (USES)	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>-0-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)						
	\$ <u>47,307</u>	\$ 10,720	\$ (58,027)	\$ (1,499)	\$ 781	\$ (2,280)
Fund Balance 4-1-05		<u>56,195</u>			<u>73,431</u>	
FUND BALANCE 3-31-06		\$ <u>66,915</u>			\$ <u>74,212</u>	

The accompanying notes are an integral  
part of the financial statements.

ANTRIM TOWNSHIP  
COMBINING STATEMENT OF CHANGES IN ASSETS  
AND LIABILITIES  
ALL AGENCY FUND  
YEAR ENDED MARCH 31, 2006

CURRENT TAX COLLECTION FUND

	BALANCE <u>4-01-05</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	BALANCE <u>3-31-06</u>
ASSETS:				
Cash	\$ <u>8,231</u>	\$ <u>1,310,772</u>	\$ <u>1,312,296</u>	\$ <u>6,707</u>
LIABILITIES:				
Due to Other Funds	\$8,231	\$ 165,388	\$ 166,912	\$6,707
Due to Other Taxing Entities	<u>-0-</u> \$ <u>8,231</u>	<u>-0-</u> \$ <u>165,388</u>	<u>-0-</u> \$ <u>166,912</u>	<u>-0-</u> \$ <u>6,707</u>

The accompanying notes are an integral part of the financial statements.

ANTRIM TOWNSHIP  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED MARCH 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Antrim Township conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

FUND ACCOUNTING

The accounts of the Township are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each funds are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into generic fund type and broad fund categories as follows:

GOVERNMENT FUNDS

General Fund - The General Fund is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

FIDUCIARY FUNDS

Tax Collection Funds - Trust and Agency Funds are used to account for assets held by the Township in a trustee capacity or as an agent for individuals, private organization, other governments and/or other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

ANTRIM TOWNSHIP  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED MARCH 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FIXED ASSETS

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Asset Group, rather than in governmental funds. Public Domain ("infrastructure") general fixed assets consisting of certain improvements including buildings, but other than roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated.

The account group is not a "fund". It is concerned only with the measurement of financial position. It is not involved with measurement of results of operations.

BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

ANTRIM TOWNSHIP  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED MARCH 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BASIS OF ACCOUNTING (CONTINUED)

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Taxpayer assessed income, gross receipts, and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include; (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not accrued; and (2) principal and interest on general long-term debt which is recognized when due.

CASH AND INVESTMENTS

Cash includes amount in demand deposits and money market accounts. These are stated at cost, which equals market value.

SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, transactions occur between individual funds for services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

PREPAID ITEMS

Payments made to vendors for services that will benefit periods beyond March 31, 2006, are recorded as prepaid items.

COMPENSATED ABSENCES

The Township does not compensate employees for vacation time, sick time or any other absences.

POST-RETIREMENT HEALTH CARE BENEFITS

The Township does not provide post-retirement health care benefits.

ANTRIM TOWNSHIP  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED MARCH 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ENCUMBRANCES

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized in the government fund types. Encumbrances outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. There were no significant encumbrances at year end.

BUDGETS AND BUDGETARY ACCOUNTING

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to the beginning of the fiscal year, the clerk submits to the Township board a proposed operating budget for the fiscal year commencing the following April 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted in the Township to obtain taxpayer comments.
3. Prior to April 1, the budget is legally enacted through board approval.
4. The clerk is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Township Board.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund.

INTERFUND TRANSACTIONS

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursement to a fund for expenditures/expenses, initially made from it that are properly applicable to another fund, are recorded as expenditures/expense in the reimbursing fund as reduction of expenditures/expense in the fund that is reimbursed.

ANTRIM TOWNSHIP  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED MARCH 31, 2006

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

INTERFUND TRANSACTIONS (CONTINUED)

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

USE OF ESTIMATES

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses.

NOTE B - REPORTING ENTITY

For financial reporting purposes, in conformance with NCGA Statement No. 3, Defining the Governmental Reporting Entity, the Antrim Township includes all funds, account groups, agencies, boards, commissions and authorities that are controlled by or dependent on the Township's executive or legislative branches (the Township Supervisor or the Board respectively). Control by or dependence on the Township was determined on the basis of budget adoption, taxing authority, outstanding debt secured by revenues or general obligations of the Township obligation of the Township to finance any deficits that may occur or receipt of significant subsidies from the Township.

Based on the foregoing criteria, there were no organizations that need to be included in the Township's annual report.

NOTE C - INTERFUND RECEIVABLES AND PAYABLES

The amounts of interfund receivables and payables are as follows:

<u>FUND</u>	<u>INTERFUND RECEIVABLE</u>	<u>FUND</u>	<u>INTERFUND PAYABLE</u>
General	<u>\$6,707</u>	Tax Fund	<u>\$6,707</u>

ANTRIM TOWNSHIP  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED MARCH 31, 2006

NOTE D - PROPERTY TAXES RECEIVABLE

The delinquent real property taxes of the Township are purchased by the County of Shiawassee. The county intends to sell tax notes, the proceeds of which will be used to pay the Township for these property taxes. It is anticipated this will take place May, 2006. These taxes have been recorded as revenue for the current year.

Taxes levied on December 1, are payable on February 14. The Township bills and collects its own property taxes and also taxes for the county and local school districts. Collections of the county and school taxes and remittances of them are accounted for in the current tax collection fund. Township property taxes are recognized when levied to the extent that they result in current receivables.

NOTE E - CASH AND CERTIFICATES OF DEPOSIT

The Township's deposits consists of interest bearing checking, savings accounts and certificate of deposit. At year end, the carrying amount of the townships deposits was \$150,597 and the bank balance was \$117,975, all of which is covered by Federal Depository Insurance.

The Township's deposit at March 31, 2006, consisted of cash and certificates of deposit at one financial institution:

<u>INSTITUTION A</u>	<u>AMOUNT</u>	<u>FDIC INSURED</u>	<u>UNINSURED</u>
Cash	\$113,878	\$100,000	\$13,878
Money Market	<u>4,097</u>	<u>4,097</u>	<u>-0-</u>
	<u>\$117,975</u>	<u>\$104,097</u>	<u>\$13,878</u>



ANTRIM TOWNSHIP  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED MARCH 31, 2006

NOTE F - FIXED ASSETS

A summary of changes in general fixed assets follows:

<u>DESCRIPTION</u>	<u>BALANCE</u> <u>3-31-05</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>3-31-06</u>
Land	\$ 3,945	\$ -0-	\$ -0-	\$ 3,945
Building	170,983	-0-	-0-	170,983
Voting Machines	14,057	-0-	-0-	14,057
Machinery, Equip., Furn. & Fixt.	<u>30,487</u>	<u>-0-</u>	<u>-0-</u>	<u>30,487</u>
	<u>\$219,472</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$219,472</u>

NOTE G - EXCESS OF EXPENDITURES OVER APPROPRIATION IN BUDGETARY FUNDS

P.A. 621, of 1978, section 18 (1) as amended, provides a local unit shall not incur expenditures in excess of the amount appropriated.

In the body of the financial statements, the Township's actual expenditures and budgeted expenditures for the budgetary funds have been shown on a activity basis. The approved budgets of the Township for these budgetary funds were adopted to the activity level.

During the year ended March 31, 2006, the Township incurred expenditures in certain budgetary line items which were in excess of the amounts appropriated as follows:

	<u>TOTAL</u> <u>APPROPRIATION</u>	<u>AMOUNT OF</u> <u>EXPENDITURE</u>	<u>BUDGET</u> <u>VARIANCE</u>
General Fund:			
Clerk	\$ 14,000	\$ 14,363	\$ 363
Assessor	14,000	16,119	2,119
Public Programs	<u>2,050</u>	<u>2,562</u>	<u>512</u>
	<u>\$ 30,050</u>	<u>\$ 33,044</u>	<u>\$2,994</u>

OTHER FINANCIAL INFORMATION

GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

ANTRIM TOWNSHIP  
GENERAL FUND  
BALANCE SHEET  
MARCH 31, 2006

ASSETS

Cash	\$ 62,090
Taxes Receivable	6,062
Due from Other Funds	<u>6,707</u>
	<u>\$ 74,859</u>

LIABILITIES AND FUND BALANCE

Accounts Payable	\$ 6,806
Payroll Liabilities	<u>1,138</u>
	\$ 7,944
 Fund Balance	 <u>66,915</u>
	<u>\$ 74,859</u>

The accompanying notes are an integral  
part of the financial statements.

ANTRIM TOWNSHIP  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
YEAR ENDED MARCH 31, 2006

	<u>AMENDED BUDGET</u>	<u>ACTUAL</u>	ACTUAL (OVER) UNDER <u>BUDGET</u>
REVENUES:			
Taxes:			
Current Property Taxes	\$ 52,733	\$ 52,975	\$ (242)
Collection Fee	<u>13,000</u>	<u>16,756</u>	<u>(3,756)</u>
TOTAL TAXES	\$ 65,733	\$ 69,731	\$ (3,998)
Intergovernmental:			
State of Michigan:			
Sales Tax	\$131,500	\$139,350	\$ (7,850)
Metro Act		<u>3,085</u>	<u>(3,085)</u>
TOTAL INTERGOVERNMENTAL	\$131,500	\$142,435	\$ (10,935)
Miscellaneous Receipts:			
Charges for Services	\$ 3,798	\$ 3,398	\$ 400
Cemetery Lot Sales	1,000	900	100
Interest Income		<u>1,225</u>	<u>(1,225)</u>
TOTAL MISCELLANEOUS	\$ <u>4,798</u>	\$ <u>5,523</u>	\$ <u>(725)</u>
TOTAL REVENUES	\$ <u>202,031</u>	\$ <u>217,689</u>	\$ <u>(15,658)</u>
Expenditures:			
General Government:			
Township Board:			
Salaries-Trustees	\$	\$ 5,950	\$
Payroll Taxes		4,401	
Publishing			
Dues		1,119	
Education			
Transportation		93	
Professional Fees			
Other Miscellaneous		<u>590</u>	
	\$ 16,000	\$ 12,153	\$ 3,847

The accompanying notes are an integral part of the financial statements.

ANTRIM TOWNSHIP  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE (CONTINUED)  
YEAR ENDED MARCH 31, 2006

	<u>AMENDED BUDGET</u>	<u>ACTUAL</u>	ACTUAL (OVER) UNDER <u>BUDGET</u>
Expenditures:			
Supervisor:			
Salaries	\$	\$11,000	\$
Office Supplies and			
Miscellaneous		33	
Transportation		<u>1,094</u>	
	\$ 12,700	\$ 12,127	\$ 573
General Government:			
Elections:			
Salaries	\$	\$	\$
Office Supplies &			
Misc.		6	
Mileage		8	
Publishing			
Capital Outlay			
	\$ 1,500	\$ 14	\$ 1,486
Clerk:			
Salaries	\$	\$ 12,000	\$
Salaries-Deputy		470	
Office Supplies and			
Miscellaneous		1,703	
Mileage		<u>190</u>	
	\$ 14,000	\$ 14,363	\$ (363)
Board of Review:			
Salaries	\$	\$ 515	\$
Supplies & Misc.		<u>24</u>	
	\$ 600	\$ 539	\$ 61

The accompanying notes are an integral part of the financial statements.

ANTRIM TOWNSHIP  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (CONTINUED)  
YEAR ENDED MARCH 31, 2006

	<u>AMENDED BUDGET</u>	<u>ACTUAL</u>	ACTUAL (OVER) UNDER <u>BUDGET</u>
Expenditures:			
Treasurer:			
Salaries	\$	\$ 12,000	\$
Deputy Salaries		2,166	
Office Supplies &			
Miscellaneous		4,616	
Mileage		1,140	
Capital Outlay		-0-	
	<u>\$ 22,000</u>	<u>\$ 19,922</u>	<u>\$ 2,078</u>
Township Hall:			
Maintenance Contracted	\$	\$ 3,067	\$
Repairs & Maint.		163	
Supplies		369	
Utilities & Telephone			
Capital Outlay		<u>1,729</u>	
	<u>\$ 8,000</u>	<u>\$ 5,328</u>	<u>\$ 2,672</u>
Assessor:			
Salary	\$	\$ 13,000	\$
Office Supplies &			
Miscellaneous		<u>3,119</u>	
	<u>\$ 14,000</u>	<u>\$ 16,119</u>	<u>\$ (2,119)</u>
Planning:			
Salaries	\$	\$ 700	\$
Office Supplies &			
Miscellaneous			
	<u>\$ 1,000</u>	<u>\$ 700</u>	<u>\$ 300</u>
Cemetery:			
Maintenance	\$	\$ 5,628	\$
Supplies & Misc.		-0-	
	<u>\$ 7,500</u>	<u>\$ 5,628</u>	<u>\$ 1,872</u>

The accompanying notes are an integral part of the financial statements.

ANTRIM TOWNSHIP  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (CONTINUED)  
YEAR ENDED MARCH 31, 2006

	<u>AMENDED BUDGET</u>	<u>ACTUAL</u>	<u>ACTUAL (OVER) UNDER BUDGET</u>
Expenditures:			
General Government:			
Contingency	\$ 26,488	\$ -0-	\$ 26,488
Legal	1,500	-0-	1,500
Public Programs	2,050	2,562	(512)
Roads	112,000	109,747	2,253
Insurance	7,000	5,078	1,922
Drains at Large	<u>3,000</u>	<u>2,689</u>	<u>311</u>
	<u>\$152,038</u>	<u>\$120,076</u>	<u>\$ 31,962</u>
TOTAL EXPENDITURES	<u>\$249,338</u>	<u>\$206,969</u>	<u>\$ 42,369</u>
 EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	 \$ (47,307)	 \$ 10,720	 \$ (58,027)
 OTHER FINANCING SOURCES (USES):			
Transfer Out	\$ -0-	\$ -0-	\$ -0-
 EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	 \$ <u>(47,307)</u>	 \$ 10,720	 \$ <u>(58,027)</u>
 Fund Balance, April 1,		<u>56,195</u>	
FUND BALANCE, MARCH 31,		<u>\$ 66,915</u>	

The accompanying notes are an integral  
part of the financial statements.



SPECIAL REVENUE FUNDS

FIRE FUND

Fire Fund is used to account for fees received and monies disbursed for Township fire protection.

AMBULANCE FUND

Ambulance Fund is used to account for fees received and monies disbursed for Township ambulance service.

ANTRIM TOWNSHIP  
SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
MARCH 31, 2006

	<u>FIRE</u>	<u>AMBULANCE</u>	<u>TOTALS</u>
ASSETS:			
Cash	\$23,901	\$25,277	\$49,178
Money Market	15,523	-0-	15,523
Taxes Receivable	<u>5,506</u>	<u>4,005</u>	<u>9,511</u>
	<u>\$44,930</u>	<u>\$29,282</u>	<u>\$74,212</u>
 FUND BALANCE	 <u>\$44,930</u>	 <u>\$29,282</u>	 <u>\$74,212</u>

The accompanying notes are an integral  
part of the financial statements.

ANTRIM TOWNSHIP  
SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
YEARS ENDED MARCH 31, 2006

	<u>FIRE</u>	<u>AMBULANCE</u>	<u>TOTALS</u>
REVENUES:			
Property Taxes	\$59,033	\$ 37,710	\$ 96,743
Interest Income	<u>282</u>	<u>78</u>	<u>360</u>
TOTAL REVENUES	\$59,315	\$ 37,788	\$ 97,103
EXPENDITURES:			
Fire Protection	\$59,037	\$ -0-	\$ 59,037
Ambulance Serv.	<u>-0-</u>	<u>37,285</u>	<u>37,285</u>
TOTAL EXPENDITURES	\$ <u>59,037</u>	\$ <u>37,285</u>	\$ <u>96,322</u>
EXCESS OF REVENUES OVER (UNDER)			
EXPENDITURES	\$ 278	\$ 503	\$ 781
OTHER FINANCING SOURCES (USES):			
Transfer In	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>-0-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES			
	\$ 278	\$ 503	\$ 781
Fund Balance April 1,	<u>44,652</u>	<u>28,779</u>	<u>73,431</u>
FUND BALANCE MARCH 31,	\$ <u>44,930</u>	\$ <u>29,282</u>	\$ <u>74,212</u>

The accompanying notes are an integral  
part of the financial statements.

ANTRIM TOWNSHIP  
FIRE FUND  
BALANCE SHEET  
MARCH 31, 2006

ASSETS:

Cash in Bank	\$23,901
Money Market	15,523
Taxes Receivable	<u>5,506</u>
	<u>\$44,930</u>
 FUND BALANCE	 <u>\$44,930</u>

The accompanying notes are an integral  
part of the financial statements.

ANTRIM TOWNSHIP  
FIRE FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
YEAR ENDED MARCH 31, 2006

	<u>AMENDED BUDGET</u>	<u>ACTUAL</u>	<u>ACTUAL (OVER) UNDER BUDGET</u>
REVENUES:			
Property Taxes	\$59,038	\$59,033	\$ 5
Interest Earned	<u>-0-</u>	<u>282</u>	<u>(282)</u>
TOTAL REVENUES	\$59,038	\$59,315	\$ (277)
EXPENDITURES:			
Fire Services	<u>\$59,037</u>	<u>\$59,037</u>	\$ -0-
TOTAL EXPENDITURES	<u>\$59,037</u>	<u>\$59,037</u>	\$ -0-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>1</u>	\$ 278	\$ <u>(277)</u>
Fund Balance April 1,		<u>44,652</u>	
FUND BALANCE MARCH 31,		<u>\$44,030</u>	

The accompanying notes are an integral  
part of the financial statements.

ANTRIM TOWNSHIP  
AMBULANCE FUND  
BALANCE SHEET  
MARCH 31, 2006

ASSETS:

Cash in Bank	\$25,277
Assessment Receivable	<u>4,005</u>
TOTAL ASSETS	<u>\$29,282</u>

FUND BALANCE	<u>\$29,282</u>
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The accompanying notes are an integral  
part of the financial statements.

ANTRIM TOWNSHIP  
AMBULANCE FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
YEARS ENDED MARCH 31, 2006

	AMENDED <u>BUDGET</u>	<u>ACTUAL</u>	ACTUAL (OVER) UNDER <u>BUDGET</u>
REVENUES:			
Assessment	\$ 37,170	\$ 37,710	\$ (540)
Interest Earned	<u>-0-</u>	<u>78</u>	<u>(78)</u>
TOTAL REVENUES	\$ 37,170	\$ 37,788	\$ (618)
EXPENDITURES:			
Ambulance Service	\$ <u>38,670</u>	\$ <u>37,285</u>	\$ <u>1,385</u>
TOTAL EXPENDITURES	\$ <u>38,670</u>	\$ <u>37,285</u>	\$ <u>1,385</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (1,500)	\$ 503	\$ (2,003)
OTHER FINANCING SOURCES (USES) :			
Transfer In	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>-0-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	\$ <u>(1,500)</u>	\$ 503	\$ <u>(2,003)</u>
Fund Balance April 1,		<u>28,779</u>	
FUND BALANCE MARCH 31,		\$ <u>29,282</u>	

The accompanying notes are an integral  
part of the financial statements.

FIDUCIARY FUNDS

CURRENT TAX COLLECTION FUND

Current Tax Collection - To account for the collection and payment to the local units of government, property taxes and fees billed and collected.



ANTRIM TOWNSHIP  
CURRENT TAX COLLECTION FUND  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND BALANCES  
YEAR ENDED MARCH 31, 2006

CASH RECEIPTS:

2005 Roll Property Tax Collections For:

Morrice Schools	\$ 94,858	
Byron Schools	36,697	
Durand Schools	28,424	
Fowlerville Schools	35,953	
Shiawassee County	929,724	
Livingston Educational		
Service Agency	9,429	
Fowlerville District Library	1,749	
Antrim Township	<u>148,466</u>	\$1,285,300

OTHER RECEIPTS:

Tax Collection Fees	\$ 15,623	
Over Payments and Other		
Penalties	7,503	
Dog Licenses	1,290	
Interest Income	<u>1,056</u>	<u>25,472</u>

TOTAL CASH RECEIPTS \$1,310,772

CASH DISBURSEMENTS:

Morrice Schools	\$ 94,858	
Byron Schools	36,697	
Durand Schools	28,424	
Fowlerville Schools	35,953	
Shiawassee County	931,899	
Livingston Educational		
Service Agency	9,429	
Fowlerville District Library	1,749	
Antrim Township	166,912	
Refunds and Other	<u>6,575</u>	<u>1,312,296</u>

EXCESS (DECREASE) OF CASH RECEIPTS OVER  
(UNDER) CASH DISBURSEMENTS \$ (1,524)

CASH BALANCES:

Cash Balance at March 31, 2005	<u>8,231</u>
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CASH BALANCE AT MARCH 31, 2006	<u>\$ 6,707</u>
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The accompanying notes are an integral part of the financial statements.

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets not used in proprietary fund operations or accounted for in Trust Funds.

ANTRIM TOWNSHIP  
SCHEDULE OF GENERAL FIXED ASSETS  
MARCH 31, 2006

GENERAL FIXED ASSETS:

Land	\$ 3,945
Buildings and Improvements	170,983
Voting Machines	14,057
Machinery, Equipment, Furniture and Fixtures	<u>30,487</u>
	<u>\$219,472</u>

Investment in General Fixed Assets	<u>\$219,472</u>
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The accompanying notes are an integral  
part of the financial statements.

ANTRIM TOWNSHIP  
GENERAL FIXED ASSET ACCOUNT GROUP  
ANALYSIS OF CHANGE IN FUND BALANCE  
MARCH 31, 2006

	<u>BALANCE</u> <u>3-31-05</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>3-31-06</u>
Land	\$ 3,945	\$ -0-	\$ -0-	\$ 3,945
Building & Improve.	170,983	-0-	-0-	170,983
Voting Machines	14,057	-0-	-0-	14,057
Machinery, Equipment, Furniture and Fixtures	<u>30,487</u>	<u>-0-</u>	<u>-0-</u>	<u>30,487</u>
	<u>\$219,472</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$219,472</u>

The accompanying notes are an integral  
part of the financial statements.



# DEMIS and WENZLICK, P.C.

Certified Public Accountants

James Demis, Jr., C.P.A.  
LaVearn G. Wenzlick, C.P.A.  
Lori S. Chant, C.P.A.  
Geraldine Terry, C.P.A.

217 N. Washington Street  
Pabst Building, Suite 201  
Owosso, MI 48867

989-723-8227 • FAX 989-725-5143  
E-MAIL office@dw-cpa.com

Carol A. Demis  
Jeanette Gaitskill  
Greg Irish  
Janis K. Mead  
Tammy Pappas  
David Pullen  
Peggy Ryan  
Joyce M. Simmons  
Barbara Wenzlick  
Gail Winnick, C.P.A.

Township Board  
Township of Antrim  
Shiawassee County, Michigan

In compliance with the provisions of Section 11, Paragraph 2, of Act 2, Public Acts of 1968, we wish to render our report of comments and recommendations which were formulated as a result of the examination our firm performed on the financial statements of the Township of Antrim for the year ended March 31, 2006.

As a result of our examination of the Township's financial statements, we make the following comments:

## BUDGET

The State Revenue Sharing Distribution Law, P.A. 176, of 1980, includes a compliance requirement in budgeting. It is required under this act that expenditures do not exceed the budget. Expenditures include accounts payable at March 31.

## GASB 34

The Government Accounting Standard Board issued Statement #34. This statement significantly changes governmental financial reporting. It requires reporting of infrastructure, including related depreciation and it requires management discussion and analysis of the government's financial condition. The effective date of this statement is March 31, 2005 for the Township of Antrim.

The State of Michigan has indicated it will not enforce compliance with GASB 34. We will, at a later time, itemize both the advantages and disadvantages of to the Township of Antrim's compliance with this statement.

We wish to thank the board for the excellent cooperation we received in performing the township audit. If we can be of any further assistance to the township, in these matters or any future matters, please do not hesitate to contact us.

*Demis and Wenzlick, PC*

Certified Public Accountants